Senate File 2151 - Introduced

SENATE FILE 2151 BY D. JOHNSON

A BILL FOR

- 1 An Act relating to animal feeding operations, including
- 2 by providing for when two or more confinement feeding
- 3 operations are deemed to be a single operation, making
- 4 penalties applicable, and including effective date and
- 5 applicability provisions.
- 6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. Section 459.102, Code 2018, is amended by adding
- 2 the following new subsections:
- 3 NEW SUBSECTION. 8A. a. "Business entity" means a person
- 4 organized as any form of partnership, limited partnership, or
- 5 limited liability limited partnership described in chapter
- 6 488; limited liability company as described in chapter 489;
- 7 a corporation as described in chapter 490, 491, or 504; an
- 8 association as described in chapter 497, 498, and 499; a
- 9 cooperative described in chapter 501; a cooperative association
- 10 described in chapter 501A; an agricultural cooperative
- 11 association as defined in section 502.102; an unincorporated
- 12 nonprofit association as described in chapter 502; or any other
- 13 entity commonly referred to as an investment company, joint
- 14 stock company, joint stock association, or trust, including but
- 15 not limited to a business trust.
- 16 b. "Business entity" includes a person described in
- 17 paragraph "a" regardless of whether the person is organized
- 18 in this state under any of those provisions referred to in
- 19 paragraph "a" or is otherwise authorized to transact business
- 20 in this state under any of those provisions referred to in
- 21 paragraph "a".
- 22 NEW SUBSECTION. 41A. "Operation of law" means a transfer
- 23 by inheritance, devise or bequest, court order, dissolution
- 24 decree, order in bankruptcy, insolvency, replevin, foreclosure,
- 25 execution sale, the execution of a judgment, the foreclosure
- 26 of a real estate mortgage, the forfeiture of a real estate
- 27 contract, or a transfer resulting from a decree for specific
- 28 performance.
- 29 Sec. 2. Section 459.201, subsection 1, Code 2018, is amended
- 30 by striking the subsection and inserting in lieu thereof the
- 31 following:
- Two or more animal feeding operations under common
- 33 ownership or management are deemed to be a single animal
- 34 feeding operation if they are adjacent or utilize a common
- 35 system for manure storage. In addition, two or more related

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- 1 confinement feeding operations are deemed to be a single
- 2 confinement feeding operation as provided in section 459.201A.
- 3 Sec. 3. Section 459.201, subsection 3, Code 2018, is amended
- 4 to read as follows:
- 5 3. a. In calculating the animal unit capacity of a
- 6 confinement feeding operation, the animal unit capacity shall
- 7 include the animal unit capacity of all confinement feeding
- 8 operation buildings which are part of the confinement feeding
- 9 operation, unless a confinement feeding operation building has
- 10 been abandoned.
- 11 b. Unless expressly stated otherwise in this subchapter,
- 12 the animal units of all confinement feeding operations that are
- 13 related and deemed to be a single confinement feeding operation
- 14 shall be combined when calculating the animal unit capacity of
- 15 any one of the confinement feeding operations.
- 16 Sec. 4. NEW SECTION. 459.201A Special terms related
- 17 confinement feeding operations.
- 18 1. Two or more confinement feeding operations are related
- 19 and deemed to be a single confinement feeding operation, if all
- 20 of the following apply:
- 21 a. A confinement feeding operation structure that is part
- 22 of one confinement feeding operation is separated by less than
- 23 two thousand five hundred feet from a confinement feeding
- 24 operation structure that is part of the other confinement
- 25 feeding operation.
- 26 b. Any of the following apply:
- 27 (1) The confinement feeding operations utilize a
- 28 common system for manure storage or common area for manure
- 29 application.
- 30 (2) The same person holds an interest in the real property
- 31 where the confinement feeding operations are sited. The person
- 32 may hold a legal interest or equitable interest in the real
- 33 property.
- 34 (a) In determining whether the same person holds an
- 35 interest in the real property where the two confinement feeding

- 1 operations are sited, an interest in the real property may be
- 2 held by the person in any of the following forms:
- 3 (i) Legal title, including as a joint tenant or tenant in
- 4 common, or the holder of an interest for life or term of years.
- 5 (ii) Leasehold, including as a lessor or lessee.
- 6 (iii) Real estate contract, including in cases in which the 7 person is a vendor or vendee.
- 8 (iv) Equitable title, including as a settlor, trustee, or
- 10 (v) Easement, including as the owner of the dominant estate 11 or servient estate.
- 12 (b) If the person is a business entity, the business
- 13 entity's interest in the real property is attributable to any
- 14 of the following:

9 beneficiary.

- 15 (i) A partner, limited partner, shareholder, member,
- 16 settlor, trustee, beneficiary, or other equity holder of the
- 17 business entity.
- 18 (ii) Any officer, manager, or employee of the business
- 19 entity.
- 20 (c) A person's real property interest is attributable to
- 21 the person's spouse, parent, grandparent, lineal ascendant of
- 22 a grandparent or spouse and any other lineal descendant of
- 23 the grandparent or spouse, or a person acting in a fiduciary
- 24 capacity for a related person.
- 25 (d) A subsidiary or affiliate of a business entity shall be
- 26 deemed to be the same business entity.
- 27 (e) A person's interest in a fixture that is attached to the
- 28 real property where a confinement feeding operation is sited,
- 29 including a confinement feeding operation structure, shall be
- 30 deemed to be an interest in the confinement feeding operation.
- 31 (f) A person's property interest does not include the
- 32 acquisition of property by any of the following:
- 33 (i) Operation of law.
- 34 (ii) A bona fide encumbrance taken for purposes of security,
- 35 including but not limited to a mortgage or deed of trust.

- 1 (iii) Under a contract in which the other party is a
 2 government entity.
- 3 Sec. 5. Section 459.203, unnumbered paragraph 1, Code 2018,
- 4 is amended to read as follows:
- 5 A confinement feeding operation constructed or expanded
- 6 prior to the date that a distance requirement became effective
- 7 under section 459.202 and which does not comply with the
- 8 section's distance requirement may continue to operate
- 9 regardless of the distance requirement. The In addition and
- 10 except as provided in section 459.203A, such confinement
- 11 feeding operation may be expanded by the construction or
- 12 expansion of a confinement feeding operation structure, if any
- 13 of the following applies:
- 14 Sec. 6. NEW SECTION. 459.203A Related confinement
- 15 feeding operations deemed to be the same operation expansion of
- 16 confinement feeding operations.
- 17 l. If two or more confinement feeding operations are
- 18 related and deemed to be a single confinement feeding operation
- 19 pursuant to sections 459.201 and 459.201A, neither confinement
- 20 feeding operation shall be expanded by the construction or
- 21 expansion of a confinement feeding operation structure on or
- 22 after the effective date of this Act, unless the confinement
- 23 feeding operation structure complies with the distance
- 24 requirements applying to that structure as provided in section
- 25 459.202, subsections 4 and 5.
- 26 2. Notwithstanding subsection 1, a confinement feeding
- 27 operation structure may be expanded by replacing one or more
- 28 unformed manure storage structures with one or more formed
- 29 manure storage structures, if all of the following apply:
- 30 a. The animal weight capacity or animal unit capacity,
- 31 whichever is applicable, is not increased for that portion of
- 32 the confinement feeding operation that utilizes all replacement
- 33 formed manure storage structures.
- 34 b. The use of each replaced unformed manure storage
- 35 structure is discontinued within one year after the

- 1 construction of the replacement formed manure storage
- 2 structure.
- 3 c. The capacity of all replacement formed manure storage
- 4 structures does not exceed the capacity required to store
- 5 manure produced by that portion of the confinement feeding
- 6 operation that had utilized all replaced unformed manure
- 7 storage structures.
- $oldsymbol{d}$. The replacement formed manure storage structure is not
- 9 closer to an object or location benefiting from a separation
- 10 distance than the separation distance between the replaced
- 11 unformed manure storage structure and the same object or
- 12 location as required in section 459.202.
- Sec. 7. Section 459.205, subsection 1, Code 2018, is amended
- 14 to read as follows:
- 15 1. A confinement feeding operation structure, if the
- 16 structure is part of a confinement feeding operation which that
- 17 qualifies as a small animal feeding operation. However, this
- 18 subsection shall not apply if to any of the following:
- 19 a. confinement feeding operation structure is an An unformed
- 20 manure storage structure.
- 21 b. Two or more animal feeding operations that are deemed to
- 22 be a single animal feeding operation under section 459.201, if
- 23 the combined animal unit capacity of the confinement feeding
- 24 operations is more than five hundred animal units.
- 25 c. Two or more related confinement feeding operations that
- 26 are deemed to be a single confinement feeding operation under
- 27 sections 459.201 and 459.201A, if the combined animal unit
- 28 capacity of the related confinement feeding operations is more
- 29 than five hundred animal units.
- 30 Sec. 8. Section 459.301, subsection 1, Code 2018, is amended
- 31 by striking the subsection and inserting in lieu thereof the
- 32 following:
- 33 1. Two or more animal feeding operations under common
- 34 ownership or management are deemed to be a single animal
- 35 feeding operation if they are adjacent or utilize a common

- 1 area or system for manure application. In addition, two or
- 2 more related confinement feeding operations are deemed to be
- 3 a single confinement feeding operation in the same manner as
- 4 two confinement feeding operations are determined to be related
- 5 under section 459.201A.
- 6 Sec. 9. Section 459.301, subsection 3, Code 2018, is amended
- 7 by adding the following new paragraph:
- 8 NEW PARAGRAPH. c. Unless expressly stated otherwise
- 9 in this subchapter, the animal units of all confinement
- 10 feeding operations that are related and deemed to be the
- 11 same confinement feeding operation shall be combined when
- 12 calculating the animal unit capacity of any one of the
- 13 confinement feeding operations.
- 14 Sec. 10. Section 459.312, subsection 2, Code 2018, is
- 15 amended to read as follows:
- 16 2. a. Not more than one confinement feeding operation shall
- 17 be covered by a single manure management plan.
- 18 b. If two or more confinement feeding operations are deemed
- 19 to be a single confinement feeding operation under section
- 20 459.301, the department may require that a separate manure
- 21 management plan cover each confinement feeding operation.
- Sec. 11. Section 459.317, subsection 1, paragraph b, Code
- 23 2018, is amended by striking the paragraph.
- 24 Sec. 12. EFFECTIVE DATE. This Act, being deemed of
- 25 immediate importance, takes effect upon enactment.
- 26 Sec. 13. APPLICABILITY. This Act shall not apply to a
- 27 person who has begun construction of a confinement feeding
- 28 operation structure prior to the effective date of this Act.
- 29 EXPLANATION
- The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.
- 32 BILL'S PROVISIONS GENERAL. This bill amends the "Animal
- 33 Agriculture Compliance Act" (Code chapter 459) which part
- 34 provides for the regulation of animal feeding operations where
- 35 agricultural animals are maintained for at least 45 days in

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1 any 12-month period and includes open feedlots and confinement 2 feeding operations (operations) including associated 3 confinement feeding operation structures (structures), such 4 as buildings or manure storage structures. The Code chapter 5 is administered and enforced by the department of natural 6 resources (DNR). Generally, regulations vary based on the size 7 of an operation measured by its animal unit capacity (AUC). BILL'S PROVISIONS - RELATED CONFINEMENT FEEDING OPERATIONS. 9 The bill provides that for purposes of administering and 10 enforcing Code chapter 459, subchapter II, providing for air 11 quality regulations and Code chapter 459, subchapter III, 12 providing for water quality regulations, two or more operations 13 are deemed to be a single operation if they are related. 14 operations are related if a structure that is part of one 15 operation is separated by less than 2,500 feet from a structure 16 that is part of the other operation and the same person holds 17 a legal or equitable interest in the real property where the 18 operations are located. If the person is a business entity, 19 the business entity's interest is attributable to any person 20 who owns an interest in the entity or who is an employee, 21 manager, or officer of the entity. A person's interest is also 22 attributable to a relative (e.g., spouse, child, or brother or 23 sister). A person's interest does not include the acquisition 24 of property by a number of devices including by operation of 25 law, an encumbrance taken as a security, or under contract with 26 a government entity. BACKGROUND — CURRENT LAW — ADJACENCY. For purposes of air 27 28 quality regulation, two or more animal feeding operations under 29 common ownership or management are deemed to be a single animal 30 feeding operation if they are adjacent or utilize a common 31 system for manure storage and are separated within a minimum 32 distance from each other based on the size of the operation. 33 For purposes of water quality regulation, two or more animal 34 feeding operations under common ownership or management are 35 deemed to be a single operation if they are adjacent or utilize

- 1 a common area or system for manure disposal and are separated
- 2 by another set of separation distances again based on the size
- 3 of the operation.
- 4 BACKGROUND AUC. AUC refers to a measurement used to
- 5 determine the maximum number of animal units that may be
- 6 maintained as part of an animal feeding operation at any one
- 7 time. In calculating AUC, a special equivalency factor is
- 8 assigned for each classification of confined animal.
- 9 BACKGROUND ENFORCEMENT AND APPLICABLE CIVIL PENALTIES.
- 10 Compliance with a statutory regulation under the Code chapter
- 11 includes compliance with a rule adopted by DNR (Code section
- 12 459.103). Code section 459.602 provides for civil penalties
- 13 that may be assessed for violations of Code chapter 459,
- 14 subchapter II (air quality regulations). A violator is subject
- 15 to Code section 455B.109, which provides for the administrative
- 16 assessment of civil penalties of up to \$10,000. Code section
- 17 459.603 provides for civil penalties that may be assessed for
- 18 violations of Code chapter 459, subchapter III (water quality
- 19 regulations). A violator is subject to either Code section
- 20 455B.109 providing for the administrative assessment of civil
- 21 penalties or Code section 455B.191, which provides for a
- 22 general civil penalty assessed judicially of up to \$5,000.
- 23 EFFECTIVE DATE. The bill, if enacted, takes effect upon
- 24 enactment.